

RESOLUTION NO. 2003-94

A RESOLUTION OF THE LODI CITY COUNCIL
OPPOSING AB 1221 (STEINBERG AND CAMPBELL)
RELATING TO PROPERTY AND SALES TAX SHIFTS

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WHEREAS, AB 1221 swaps half of local government sales tax revenues for an equal amount (dollar-for-dollar) of property taxes. The authors' stated intent for the bill is to reduce the incentive for local governments to chase sales tax dollars at the expense of other land uses; and

WHEREAS, the League of California Cities remains opposed to the measure, unless amended to provide constitutional protection for local government revenues. The bill has a number of other additional issues that also need to be addressed; and

WHEREAS, the City of Lodi relies on sales tax and property tax to fund general services for the community. Sales tax estimates for fiscal year 2003-04 are \$8.7 million and property tax revenues are expected to be \$6.4 million. A preliminary analysis of the potential impact of AB 1221 on the City of Lodi indicates that the City would lose an estimated \$3 million over the next five years. In addition, AB 1221 shifts the local control of tax revenues to the State with no constitutional guarantees against future such actions.

NOW, THEREFORE, BE IT RESOLVED, that the Lodi City Council does hereby oppose AB 1221 relating to property and sales tax shifts.

Dated: May 21, 2003

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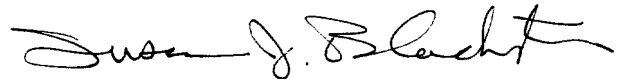
I hereby certify that Resolution No. 2003-94 was passed and adopted by the Lodi City Council in a regular meeting held May 21, 2003, by the following vote:

AYES: COUNCIL MEMBERS – Hansen, Howard, and Land

NOES: COUNCIL MEMBERS – Beckman

ABSENT: COUNCIL MEMBERS – Mayor Hitchcock

ABSTAIN: COUNCIL MEMBERS – None



SUSAN J. BLACKSTON
City Clerk